App. F. IX-4

Previous References.

1954 (Inl.)

File No. 181-54.

Serial Nos. 1-5

Later References.

MYSORE GOVERNMENT SECRETARIAT

Serial Nos. 7 to 50 - only -

Part B for May 1955.

SUBJECT

Refund of income tax to the government—
Soap factory, Bangalore.

O. No. I. 55585-7. WD 06701—GPB—25,000—11-8-54

D. 31.3.55

The Addl. Dir. of Ytc.
The Secy., B.M.I.C.
The A. G. through F.D.

Sanctions the —

C. V. Rajanna.
27/6/55

Letter No. 370 dated 1st/3rd Aug 1954
from the Director of Industries and Commerce,
requesting, in the circumstances, permission of Govt
for transferring the refund of Rs 1,63,148-10-0
to the General Reserve Account of the Govt. Soap
Factory & invest the same with the Government.

1 The Director states that
the Govt Soap Factory got a refund of
Rs 1,69,134-6-0, consequent on the finalisation
of the Income tax assessments of Govt.
Industrial Concerns by Mr. K.N. Venkatesa
Bombay. As per the Resolution of the
B.M.L.C, a ~~sum of Rs 5985-12-0~~
the Govt. Soap Factory has to bear a
sum of Rs 5-985-12-0 towards pro-rata
fee ~~for~~ Rs ~~12.00~~ 12.000 paid to Mr. Venkatesa.

2 The General Manager,
has proposed
to ~~refund~~, in the circumstances
explained, to transfer the amount of
refunds less the proportionate fee
paid to Mr. Venkatesa to the General
Reserve Account of the Concern & invest
the same with Govt. & the M.L.C. has
agreed to the above proposal.

3 A sum of Rs 1,11,952-1-0
has been invested with Govt in the General
Reserve ~~and credited~~ according to
the audited Balance Sheet of Soap Factory

Refund of income-tax to Soap factory & investments of balance with Govt

4) In the circumstances, the Director requests permission of Govt. for transferring the refunds of Rs. 1,63,148-10-0 (1,69,134-6-0 less Rs 5-985-12-0) to the General Reserve account of the Govt Soap Factory & invest the same with Govt.

5) Submitted for orders with financial concurrence -

PRL 10/6

6) May be approved, in consultation with F.D.

Dan. Secy) 26/6

17/6/54

SECRETARY DEVELOPMENT DEPARTMENT 1993 28 JUN 1954 Government of Mysore

FINANCIAL SECRETARY GOVT: OF MYSORE D. No. 3629

7) For favour of remarks.

A. Secy) 30/6

PRL.2021/54 12/7

Secy. & forwarded to the Ag. for favour of intimating the particular head to which the refund has been credited in the State A/c and whether it can be transferred to the general reserve in the current year.

S. . .

for Secy

ACCOUNTANT GENERAL MYSORE BANGALORE D.O. No. 138/AC/54 DATED 8-7-54

PRL 7/7/54

19/7

Refund of Income Tax of Soap factory and its investment with Government.

Returned.

9) 2. The refund has been credited to the head XXXII-Industries & Supplies-a.Industries -4 Soap Factory - Miscellaneous other revenue receipts in Government Accounts, during November 1953.

138 Ag

10) 3. If adequate Budget provision is made under 43 - Industries & Supplies- a Industries - D.Working Expenses etc. undertakings, - (iv) Government Soap Factory-Repairs and Miscellaneous, during the current year, by reappropriation or otherwise, the amount can be transferred to the Depreciation and General Reserve account in the Government Books.

Examiner, O.A.D II.

Finance Department U.O.No. ~~2669 dt. 1-7-54~~
Accountant General's U.O.No.257/H/OAD 2 dt.23-7-54.

GOVT. OF MYSORE 26 JUL 1954 FINANCIAL SECRETARY

11) The income tax which was paid was charged off as a business expenditure under working expenses. When the refund is now received the credit is to be afforded to the Revenue head and not to General Reserve. Even if this is proposed to be transferred to the General Reserve we have to obtain a supplementary grant by placing a demand before the Legislature or provide funds by reappropriation. But as this adjustment will be made during the current year it will not affect the receipts already taken

4871 I

Refund of Income Tax of Soap factory and its investments with Govt

with all in a previous year. The Director may therefore reconsider whether this adjustment is necessary at all.

362-9/54

Dy. Secy. 12/7

Dear Secy. 12/7

28/7

SECRETARY DEVELOPMENT DEPARTMENT
2780
28 JUL 1954
Govt of [illegible]

29/7

13) Draft put up for approval.

29/7

30/7/54

14) Issued

Issued v. no. d. 15-67, d. 7. 8.54,

To

The Dir. of Ste.

Request to intimate reconsidering the matter and intimate whether this adjustment is necy. or not.

Sd/- 12/8/54

Letter no ... dated 10/12/54 from the Addl Dir of Ste in the matter.

15) The Additional Director states that the amount of refund of income tax was remitted during the year 1953-54 to the Correct Revenue Head Account Viz XX II Industries & Supplies A Industries (4) Govt Soap Factory. As that was the account of the factory, the refund has been treated as a suspense receipt pending adjustment in due course.

Refund of Income tax to Govt Soap Factory -

16) As reported by the General Manager, the amount of refund has not taken as a miscellaneous receipt in the profit & loss accounts of 1953-54 also as the audited Balance Sheet as at 31-3-54, in order that the correct result of the working of the Concern may be exhibited.

17) In the circumstances, the Board Director states that it was suggested in his letter dated 8/5/54 that the refund which is under suspense account in the books of the Factory may be adjusted by credit to the General Reserve account of the Govt Soap Factory.

18) Accordingly, the Board Director requests permission to transfer the refund of Rs. 1,63,148-10→ to the General Reserve account of the Factory thus to adjust the same with Govt.

19) Submitted with reference to Paras 11 and 12.

20) For favour of further remarks.

14/12/54

18/12

Fl. Secy

14/12/54

GOVT
27 DEC 1954
D. O. No. 10961

4870-3836/1

Refund of Income tax to Soap Factory -

21) The agreement may be effected provided funds can be allotted by reappropriation. 1094/54

Dep Sy) 26/12/54

22) Submitted for orders.

28/12/54

SECRETARY DEVELOPMENT DEPARTMENT 7000 27 DEC 1954 Government of Tripura

23) Please ask the Addl. Director if funds can be allotted by re-appropriation from any of the sanctioned grants under his Dte.

29/12/54

24) Draft put up for approval.

31/12

3/1/55

25 D SSm.

4/1/55.

To Issued C. no. d. 4044, D. 5. 1. 55,
the Addl D.I. of Dte.
Requests to furnish information in the
note.

Draft
6/1/55

From the Addl Dir I & C.
Letter No GSF/2620/54-55 Dt 9-2-55,
furnishing the information called for
in this office letter dt 9-2-54.

Refund of Income Tax to Coal-Soap Factory.

3836/4905/I

The Additional Director has granted a saving of about Rs 2 lakhs anticipated under the head '43 I & S. D. Power Alcohol (C.S.F.)' in the current year's budget from which it is proposed to meet the expenditure.

2) Subd w/r to para 2 above (C 28/2/55)

2a) The request of the Additional Director for transfer of the refund of Rs. 1, 63, 168-1- for persons mentioned in his letter dated 20/5/55, to the General Reserve Acct of the G.S.F. and to warn it that you may be approached. The Addl. Director states that the amount can be met by re-appropriation.

2b) The Fe. Deptt may be consulted.

2c) Rly. para 2 1 of the

Refund of income tax wrongly paid by

3836-4905/I

Sir Secy 28/2/55.

SECRETARY DEVELOPMENT DEPARTMENT 2285 28 FEB 1955 Government of Mysore

FINANCE GOVT. OF MYSORE 3 MAR 1955 U. O. No. 1415 Fin.

31) For favour of remarks.

Fl. Secy

4/3.

32) Sir

For Secy

8/3/55.

SECRETARY DEVELOPMENT DEPARTMENT 3526 7 MAR 1955 Government of Mysore

SECRETARY DEVELOPMENT DEPARTMENT 3750 11 MAR 1955 Government of Mysore

SECRETARY DEVELOPMENT DEPARTMENT 3900 15 MAR 1955 Government of Mysore

8/3.

33) For kind approval as at para 28.

Min Home & Ind)

12/3

OFFICE OF THE MINISTER FOR HOME & INDUSTRIES BANGALORE N. 9022 14 MAR 1955

34) Sir

14/3/55

15/3.

Draft G.O. is submitted for approval.

14/3/55 Draft G.O. is put up.

Secy

14/3/55.

Returns of income tax to Govt Soap Factory.

4905/5

Fair copies of G.O.s are submitted for Communication to A.G. Hyd. F.D.

9/3/55 — Supdt. Fuel Br 31/3/4

Comm 2/4

Sec 2/4
Vr 2/11

Asst Sec 5/4.

4/4/55

To Issued G.O. No. 9. 5585. T. D. 31. 3. 1955
The Addl Dir. of Sts
The Secy. B. O. & C.
The A.C. Hyd. F.O.
Sanctions.
Copy to Budget Branch.

1-5-55

S.V.F. 45-54-1

GOVERNMENT OF MYSORE

Dno 181-54-1

OFFICE OF

the Director of Industries and Commerce in Mysore, Bangalore.

Telegram / Telephone

No. 1370.
Encls. Two.

Date 1st May 1954

To

The Secretary to the Government of Mysore,
Development Department, BANGALORE.

Sir,

Re:- Refund of Income Tax to Government Soap Factory, Bangalore.

I write to state that consequent on the finalisation of the Income Tax assessments of Govt. Industrial Concerns by Messrs. K.M.Vartak & Co., Bombay, Govt. Soap Factory got a refund to the extent of Rs.1,69,134-6-0. According to the Board of Management of Industrial Concern resolution dated 16-7-1953(Copy enclosed for kind reference), the Government Soap Factory had to bear a sum of Rs.5,985-12-0 towards prorata fee of Rs.12,000/- paid to M/S. K.M.Vartak and Co.

It is reported by the General Manager, Govt. Soap Factory, that the respective refunds have been credited to the Account of the Factory in the books of the Accountant General and are now under "Suspense" in the proforma accounts of the concern pending final transfer of them to other Head of account. These refunds had not been anticipated at the time of crediting provisions in the financial accounts of the concern and therefore these have been included in the yearly provisions already made and charged off in the accounts.

As these refunds cannot now be taken as Miscellaneous receipts in the proforma accounts of the concern for the reason that they inflate profits fictitiously, I propose transferring the amount of refunds less the proportionate fee paid to Messrs.K.M.Vartak & Co., to the General Reserve account of the concern and invest the same with the Government.

The Accountant General when consulted on this matter has agreed to the proposal (vide copy of letter No.202H-1(c) OAD.2 dated 23-3-54 enclosed). According to the audited Balance Sheet of the Govt. Soap Factory it is reported that there is a general reserve of Rs.1,11,952-1-1 which has been fully invested with the Government.

Under the above circumstances I request you kindly to obtain permission of Government for transferring the refunds of Rs.1,63,148-10-0(Rs.1,69,134-6-0 Less Rs.5,985-12-0) to the General Reserve Account of the Government Soap Factory and invest the same with the Government.

Yours faithfully,

(E.V.GANAPATI IYER)
DIRECTOR.

kr.
Encls.2.

Copy of the Resolution dated 16-7-1953 approved by the Chairman and ratified by the Board at its meeting held on 22nd August,1953.

--

Sub: No.19.

Board of Management of Industrial Concerns.

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Sub: Sanction to payment of bill of M/s. K.M.Vartak & Co., Bombay for attending to finalisation of income tax assessments of the Government Indl. Concerns for the years 1946-47 to 1951-52.

----:ooOoo:----

Read note dated 8th July 1953 from the Convener, Board of Management of Industrial Concerns, requesting approval to payment of bills of M/s. K.M.Vartak & Co. Bombay for Rs.12,000/- for attending to finalisation of Income Tax assessments of the Government Industrial Concerns for the years 1946-47 to 1951-52 at Rs.2,000/- per year.

Government have in G.O.No.I.446-7/Ind.174-52-2 dated 7-5-53 approved the proposal to engage the services of Messrs. K.M.Vartak & Co., Bombay in connection with Income tax assessments of the Governmnt Industrial Concerns for the assessment years 1946-47 to 1951-52 on payment of a fee of Rs.2000/- per year, the expedniture being debitable to the Government Industrial Concerns in proportion to the Income Tax charged to them.

The income tax assessments for the assessment years 1940-41 to 1951-52 have since been finalised, as a result of which a refund of about Rs.3,67 lakhs has been secured and credited to the Mysore Government Account.

After completing the above work M/s. K.M.Vartak & Co. have preferred their bills for Rs.12,000/- for attending to the Income tax work for the above six years at Rs.2000/- per annum. Sanction is therefore requested to pay the amount from the funds of the Government Soap Factory in the first instance, subject to recoupment from the other concerns in proportion to the Income Tax charged to them.

RESOLUTION: A p p r o v e d.

---=====---

(B.K.Thungappa) 7/3
General Manager,
Government Soap Factory
Bangalore.

Bangalore,
Dated 26-3-'54

kvs/-

Copy of letter No.202-H-1. OAD.2 dated 23rd March,1954 from the Examiner, O.A.D., Accountant General's Office, Bangalore to the General Manager, Government Soap Factory, Bangalore.

--

Sub: Refund of Income Tax
Ref: Your No.3/47 dated 6-3-54.

With reference to your letter cited above, I write to state that this officehas not objection to your proposal to transfer the refund of Income Tax to the credit of the General Reserve Account. This adjustment can however be done only after obtaining orders of the Government. The amount credited to the General Reserve Account in the proforma section should be simultaneously invested with Government.

Please state the Head of Account under which the refund now received has been credited in your office books pending the proposed transfer to the Reserve Account.

--00--

(B.K.Thungappa)
General Manager,
Government Soap Factory.

Bangalore,
Dated 26-3-1954

kvs/-

~~Sof. 10/4-54-2~~

d.

I 1547
D. 7/8/54

The Dir of Ste

Sir.

Subj: Refund of Income tax to Govt. Soap factory, Bangalore

With reference to your letter no - 370 - dated 18/3/54 on the above subject, I am directed to state that the income tax (from Factory) was charged off as a Receipts & Expenditure under working expenses. When the refund is now received, the credit is to be afforded to the Revenue head and not to General Reserve. Even if this is proposed to be transferred to the General Reserve, a supplementary grant has to be obtained by placing a demand before the Legislature. ~~to be placed~~ as demanded by Govt

promised

But as this adjustment will be made during the current year, it will not affect the receipts already taken into account in a previous year.

In the circumstances, I am to request you kindly ~~[illegible]~~ (enclosed the matter ~~[illegible]~~ of) inform the Treasury this adjustment is necessary at all.

I have &c.

[signature]

[illegible]

29/4

GOVERNMENT OF MYSORE.

No. I 1547

Mysore Government Secretariat,

Dated, Bangalore, 7th August *...195* 4.

FROM

The *Secretary to the Government of Mysore,*
Development Department, Bangalore.

To

The Director of Industries and Commerce
in Mysore, Bangalore.

Sir,

Subject:- Refund of income-tax to Government Soap Factory, Bangalore.

With reference to your letter No. 370 dated 1st/3rd May 1954 on the above subject, I am directed to state that the income-tax which was paid by the Factory was charged off as a business expenditure under working expenses. When the refund is now received, the credit is to be afforded to the Revenue head and not to General Reserve. Even if this is proposed to be transferred to the General Reserve, a supplementary grant has to be obtained by placing a demand before the Legislature or funds provided by reappropriation. But as this adjustment will be made during the current year, it will not affect the receipts already taken into account in a previous year.

In the circumstances, I am to request you kindly to reconsider the matter and intimate whether this adjustment is necessary at all.

Yours faithfully,

(K.Sankaran Nayar)
for Secretary to Government,
Development Department.

~~SF. CI. 54-3~~ ಸಂ|181-54-3 3836

I

GOVERNMENT OF MYSORE

DEPARTMENT OF INDUSTRIES AND COMMERCE

Ref. No.

OFFICE OF THE DIRECTOR,

Bangalore. 10th DECEMBER 1954

The Secretary to the Government of Mysore,

-Development Department, Bangalore.

Sir,

Subject:- Refund of Income Tax to Government Soap Factory.

With reference to your letter No.I.1547 dated 7th August 54, I write to state that the amount of refund of income tax was remitted during the year 1953-54 to the correct revenue head of account viz., XXII Industries & Supplies A Industries (4) Government Soap Factory". In the accounts of the factory the refund has been treated as a suspense receipt pending adjustment in due course. The General Manager, Government Soap Factory, has also reported that in the profit and loss account of the factory for the year 1953-54, and in the audited balance sheet as at 31-3-1954, the amount of refund was not taken as a miscellaneous receipt in order that the correct result of the working of the concern may be exhibited. If this refund had been taken as an item of miscellaneous receipt, the profit would have been inflated fictitiously and the correct result of the working of the factory could not have been exhibited. It was therefore suggested in my letter No.370 dated 3rd May 1954 that the refund which is now under suspense account in the books of the factory may be adjusted by credit to General reserve account of the Government Soap Factory.

In the above circumstances, I request kind permission of Government to transfer the refund of Rs.1,63,148-10-0 referred to in my letter dated 3rd May 1954 to the General Reserve Account of Govt. Soap Factory and invest the same with the Government.

Yours faithfully,

(M.S.SWAMINATHAN)
ADDL. DIRECTOR.

kr.

10/12/54

No. I 4044
Dt. 5/1/55.

The Addl Dir of
Dt c,

Sir,

Subj. Refund of Income Tax to Gorh Soap Factory.

With reference to your letter no. nil dated 10/12/54 on the above subject, I am directed to request you kindly to intimate if funds can be allotted by re-appropriation from any of the Sanctioned grants under 43 Industries and Supplies.

Yours
for Director

GOVERNMENT OF MYSORE.

Mysore Government Secretariat,

No. I 4044

Dated, Bangalore, 5th January *195*5

FROM

The *Secretary to the Government of Mysore,*
Development Department.

To

The Additional Director of Industries
and Commerce in Mysore,
Bangalore.

Sir,

Subject:- Refund of Income-Tax to Government Soap Factory.

With reference to your letter No.Nil dated 10-12-1954 on the above subject, I am directed to request you kindly to intimate if funds can be allotted by re-appropriation from any of the sanctioned grants under "43 Industries and Supplies".

Yours faithfully,

(K.Sankaran Nayar)
for Secretary to Government,
Development Department.

4905/I
12 FEB 1955

GOVERNMENT OF MYSORE

DEPARTMENT OF INDUSTRIES AND COMMERCE

SECRETARY DEVELOPMENT D... 10 FEB 1955 Government of Mysore

OFFICE OF THE DIRECTOR,

Ref. No. GSH/2620/54-55

Bangalore... 7th Febry. ...19 54.

The Secretary to the ~~Government~~ of Mysore,
DEVELOPMENT DEPARTMENT, BANGALORE.

S i r,

Subject:- Refund of income tax to Government Soap Factory, Bangalore.

With reference to your letter No.I.4044 dated 5th January 1955 requesting me to intimate if funds can be allotted by re-appropriation from any of the sanctioned grants under "43 Industries & Supplies", I write to state that the General Manager, Government Soap Factory has since reported to me that, as against the budget grant of Rs.17,25,000/- under "43 I&S. I. Raw Materials (Govt. Soap Factory)", a sum of Rs.10,46,651/- has been spent upto end of December '54 and that savings to the extent of about Rs.2/- lakhs can be anticipated under the sub-head during the current year. As a sum of about Rs.2/- lakhs is available for re-appropriation, for the reason stated above, I request that sanction of Government may kindly be obtained and communicated to me, to the proposal referred to in my letter No.2203/54-55 dated 10th/13th December 1954.

Yours faithfully,

(M.S.SWAMINATHAN)
ADDL.DIRECTOR.

kr.

M. G. S. App. F. G. 3]

MYSORE GOVERNMENT

SECRETARIAT.

(Continuation sheet draft form).

~~G.O.Ms.No.~~ FD 181-54-5

Proceedings

Read: Correspondence ending with letter No. C.S.T./2620/54-55 dt 9-2-55 from the Addl. Dir I.T.C in Mysore requesting ~~sanction~~ permission, in the circumstances stated, to transfer to the General Reserve Account of the Govt. Soap Factory and to invest with Govt. ~~income~~ income tax refunds made amounting to Rs 1,69,134-6-0 nett made to the Govt Soap Factory less Rs 5,985-12-0 fee paid by it to the Income Tax Consultants.

~~The proposals of Rs. 1,63,148~~ in the report of the Secretary to the Govt. of Mysore.

Order No. T 5585-7 | FD 181-54-5 | dt 31-3-55

The Addl Dir I.T.C reports that consequent on the finalisation of the income tax assessments of the Government Industrial Concerns, the Govt. Soap Factory, Bangalore, obtained a refund of tax amounting to Rs 1,69,134-6-0

WD 04860—GPB—40,000—22-1-54

~~the~~ and that a sum of Rs 3,985-12-0
was borne by the factory towards
the pro rata fee of Rs 12,000/-
paid to M/s Id M Vantak and Co.,
Bombay. Income-tax Consultants; and
that the respective refunds have been
credited to the ~~factory~~ account
of the factory in the books of the A.G.
and are now in "Suspense" in the
pro forma accounts of the Concern
pending final transfer of them
to another head of account.
The Addl Dir adds that the
A.G. has agreed to this proposal
~~as described in the preamble~~
~~and that Savings of about~~
Rs 2,00,000/- ~~under the~~ are
anticipated under the head:
"43 I & S I Raw Materials (Coal-
Soap factory) in the current year's
budget from which it is proposed
to reappropriate the amount

~~On a request of Comm~~
for transfer the
refunds of Rs. 1,63,198-
-10-0 (Rs. 1,69,134-6-0
less Rs. 5,985-12-0)
to the ~~Rev~~ General
Reserve Account of
the G.S. R. and
to recover ~~it~~ the
cost on a request sanction
by the Govt
The proposal of the Addl
Director is sanctioned and
the A.G. is requested
to make necessary
adjustments in the
accounts of the Facts for

M. G S. App. F. G. 3]

MYSORE GOVERNMENT

SECRETARIAT.

(Continuation sheet draft form).

1954-55

The recommendation of the Addl Dist C is approved. He is requested in view of the urgency to forward the necessary reappropriation statements direct to the A.G.

Sd/-

For S.

To 1) The Addl Dist C

2) " Secy. Budget

3) " A.G through the Dist

Copy to Budget Branch.

(Rs 22/3)

WD 04660—GPB—40,000—22-1-54

Subject: [illegible]

read:-

Correspondence ending with Memo.No. S.C.P./2620/54-55 dated 9-3-1955 from the Additional Director of Industries and Commerce in regard regarding the refund of Entertainment Tax to the Government Soap Factory, Bangalore.

Memo.No. I. 9565-7/Ind.141-54-5

Dated: [illegible]

The Additional Director of Industries and Commerce reports that consequent on the finalisation of the Income-tax assessments of the Government Industrial Concerns, the Government Soap Factory, Bangalore, obtained a refund of tax amounting to Rs. 1,69,134-0-0 out of which a sum of Rs. 5,995-12-0 was borne by the Factory towards the pro rata fee of Rs. 12,000/- paid to Messrs. S.L.Bhatia and Co., Income-tax Consultants; and that the said amount has been credited to the account of the Factory in the books of the Accountant-General and was shown "Suspense" in the pro forma accounts as the contra pending final transfer of that to another head of account. The Additional Director adds that the Accountant-General has agreed to the proposal to transfer the balance of Rs. 1,63,140-12-0 (Rs. 1,69,134-0-0 less Rs. 5,993-12-0) to the Central Reserve Fund Account of the Government Soap Factory and intends to deal with the matter in the next Audit Report.

The proposal of the Additional Director is considered and the Accountant-General is requested to make necessary adjustments in the accounts of the Factory for 1954-55.

(S.Subbanna Rao)
for Secretary to Government,
Development Department.

The Additional Director of Industries and Commerce.
The Secretary, Board of Management of Industrial Concerns.
The Accountant-General, Treasuries, Bangalore, through the Finance Department.

Copy to Budget Branch.